

## Monthly Performance Update

Fund At A Glance		Return and Statistical Analysis		
Strategy	Convertible Arbitrage	Statistics	Tenor	Benchmark
Fund Assets	\$516.7 million	Annualized Return	8.09%	3.87%
Firm Assets	\$1,051.9 million	Annualized Std Deviation	5.39%	7.53%
Min Investment	\$5 million	Annualized Sharpe Ratio (vs 1M T-Bill)	1.3	0.4
Mgmt Fee	1.5%	Annualized Downside Deviation (6%)	3.9%	6.5%
Incentive Fee	20%	Percent Profitable Months	78.8%	63.4%
Subscription	Monthly	Average Monthly Gain	1.1%	1.3%
Redemption	Quarterly / 60 days notice	Average Monthly Loss	-1.1%	-1.4%
Gate	33 1/3% investor level gate if fund level redemptions are greater than 10%	Worst Drawdown	-17.8%	-37.9%
Lock-up	2% redemption fee within first year	Current Losing Streak	0.00%	0.0%
High-Water Mark	Yes	Alpha (Annual)	5.6%	
Side-Pockets	No	Beta	62.2%	
Auditor	KPMG LLP	Correlation	86.6%	
Legal	Schulte Roth & Zabel/Ogier	R-Squared	75.0%	
Prime Broker	Deutsche Bank/BNP Paribas/Goldman Sachs/ Credit Suisse/JP Morgan/Citigroup			
Administrator	BNY Mellon			

Benchmark: Credit Suisse HFI Convertible Arbitrage

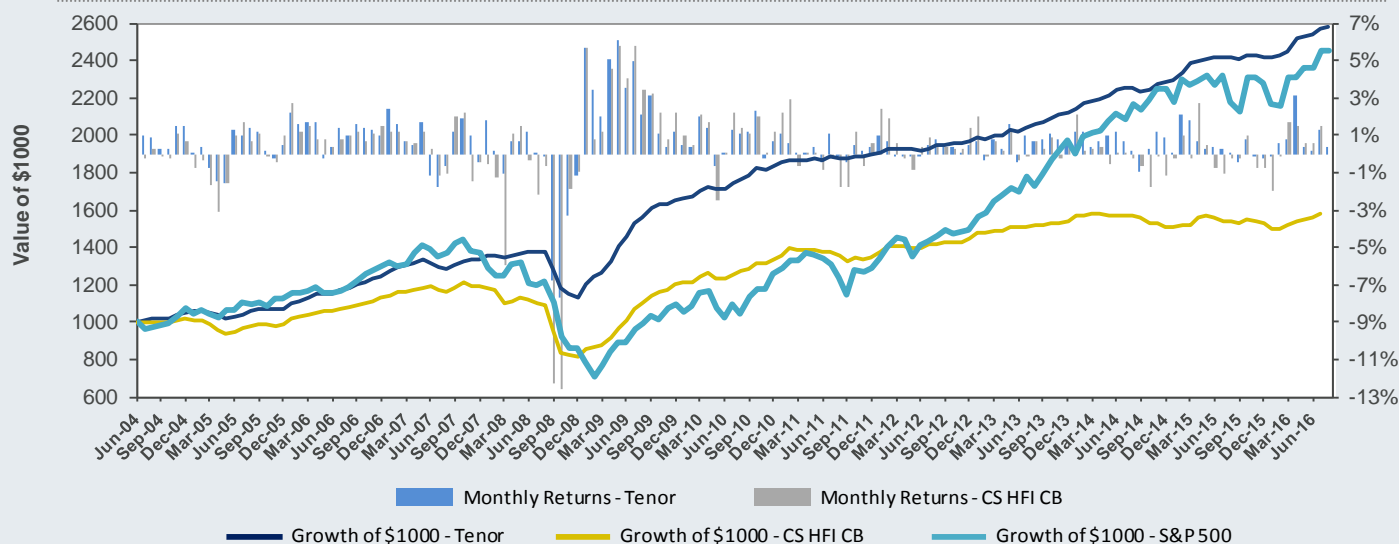
### Monthly Performance (%) Net of Fees - Tenor Fund \*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
<b>2016</b>	-0.17%	0.57%	0.74%	3.13%	0.35%	0.13%	1.32%	0.39%					6.60%
<b>2015</b>	0.09%	2.14%	1.84%	0.67%	0.24%	0.33%	0.30%	0.06%	-0.43%	0.78%	-0.18%	-0.26%	5.69%
<b>2014</b>	1.14%	1.22%	0.36%	0.67%	0.94%	1.23%	0.67%	0.12%	-0.97%	0.29%	1.18%	0.84%	7.94%
<b>2013</b>	0.68%	-0.32%	0.81%	0.29%	1.63%	-0.47%	1.00%	0.64%	0.79%	1.09%	0.74%	0.47%	7.57%
<b>2012</b>	1.02%	0.66%	0.00%	-0.01%	-0.09%	-0.19%	0.50%	0.80%	0.41%	0.33%	0.11%	0.52%	4.15%
<b>2011</b>	1.11%	0.61%	0.09%	0.09%	0.34%	-0.46%	1.04%	-0.13%	-0.42%	0.51%	0.18%	0.33%	3.32%
<b>2010</b>	0.49%	0.34%	1.99%	1.39%	-0.61%	0.10%	1.32%	1.07%	1.21%	2.36%	-0.21%	0.71%	10.61%
<b>2009</b>	5.69%	3.43%	1.96%	5.02%	6.04%	3.56%	4.96%	2.14%	3.10%	1.11%	0.34%	1.23%	45.93%
<b>2008</b>	1.75%	0.19%	-1.03%	0.71%	0.63%	1.16%	0.07%	-0.10%	-6.81%	-7.65%	-3.27%	-1.11%	-14.86%
<b>2007</b>	2.44%	1.64%	0.64%	0.49%	1.71%	-1.16%	-1.81%	-0.68%	1.16%	1.90%	1.01%	-0.41%	7.05%
<b>2006</b>	2.18%	1.56%	1.68%	1.68%	-0.27%	0.38%	1.38%	1.02%	1.59%	1.34%	1.31%	1.03%	15.91%
<b>2005</b>	0.08%	0.34%	-0.71%	-1.48%	-1.55%	1.28%	0.94%	1.42%	1.17%	0.21%	-0.27%	0.50%	1.89%
<b>2004</b>							0.95%	0.87%	0.26%	0.26%	1.47%	1.50%	5.42%

\* Current month's performance and year-to-date 2016 are estimated.

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### Performance Comparison



### About Us

Tenor is a fundamental research-based group. We seek to identify catalysts that may unlock value and structure our trades/strategies using single-name credit, equity and volatility securities to create asymmetric return profiles. We run a concentrated portfolio of about 30-40 core positions. The portfolio is managed to reduce systematic risk through diversification and limited exposure to overall levels of equity market valuations, credit and interest rates. The portfolio however, is consistently long volatility.

Our edge: (i) an emphasis on under-followed/overlooked companies in which we have identified catalysts, (ii) perform extensive fundamental and credit analysis of each trade strategy, (iii) develop name-specific trading strategies that generate positively skewed asymmetric returns, (iv) generate bulk of returns from name-specific trades while minimizing macro exposures, (v) run a concentrated book of idiosyncratic return drivers, (vi) have an intense focus on qualitative and quantitative risk management, and (vi) the diverse and complementary background of our investment professionals.

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#### Performance Disclosure

The performance is presented net of all fees actually paid, which includes the deductions for advisory fees and all other expenses such as commissions and custodial fees. Because some investors may have different fee arrangements and depending on the timing of a specific investment, net performance for an individual investor may vary from the net performance as stated herein. Performance includes the reinvestment of dividends and other earnings.

#### Index Disclosure

The performance results have been compared to the Convertible Arbitrage Sub Strategy of the Credit Suisse Hedge Fund Index "CSFB Index". The volatility of this index may be materially different from the individual performance attained by a specific investor. In addition, the Fund's holdings may differ significantly from the securities that comprise the index. This index has not been selected to represent an appropriate benchmark to compare an investor's performance, but rather is disclosed to allow for comparison of the investor's performance to that of a well-known and widely recognized index. You cannot invest directly in an index.